



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2015 Biennium

Bill #	SB0381
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Title:	Revise qualifications, fee for nonresident relative hunting, fishing licenses
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Primary Sponsor:	Vincent, Chas
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Status:	As Introduced
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| <input type="checkbox"/> Significant Local Gov Impact | <input type="checkbox"/> Needs to be included in HB 2 | <input type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

FISCAL SUMMARY

	<u>FY 2014</u> <u>Difference</u>	<u>FY 2015</u> <u>Difference</u>	<u>FY 2016</u> <u>Difference</u>	<u>FY 2017</u> <u>Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$0	\$0	\$0	\$0
Revenue:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$8,142	\$8,142	\$8,142	\$8,142
Net Impact-General Fund Balance:	\$0	\$0	\$0	\$0

Description of fiscal impact: Changing one of the requirements on the nonresident relative of a resident statute and increasing the price from 4 to 5 times the resident price will result in additional revenue of \$8,142 annually.

FISCAL ANALYSIS

Assumptions:

Increasing the Multiplier

1. Raising the multiplier from 4 to 5 (87-2-515(1), MCA) will not change the number of applicants. Existing license revenue would increase by 1 times the resident price for each license sold for additional revenue of \$41,876.
 - a. Deer Licenses: 2012 sales 1,171 x \$16 = \$18,736
 - b. Elk Licenses: 2012 sales 1,001 x \$20 = \$20,020
 - c. Bird Licenses: 2012 sales 416 x \$7.50 = \$3,120
 - d. Total new revenue is \$41,876.

Expanding the Eligibility Requirements

2. Revising the qualifications for nonresident relative of resident licenses to include deceased relatives who were Montana residents at the time of their death (87-2-514(1)(b), MCA) will result in an estimated increase in license sales of 25% and revenue of \$52,340.
 - a. Deer Licenses: 2012 sales 1,171 x 25% = 293 x \$80 = \$23,440
 - b. Elk Licenses: 2012 sales 1,001 x 25% = 250 x \$100 = \$25,000
 - c. Bird Licenses: 2012 sales 416 x 25% = 104 x \$37.50 = \$3,900
 - d. Total new revenue is \$52,340.
3. Similarly, the Department of Fish, Wildlife & Parks (FWP) anticipates a 25% increase in the number of people who will apply. In LY 2012, 1,381 people purchased the deer and elk licenses sold in assumption 1. (1,381 x 25% = 345).
4. Based on license buyer statistics of the program, 30% of the 1,381 license buyers previously purchased nonresident big game and deer combination licenses. FWP assumes that 30% of the new eligible license buyers will have previously purchased full-priced nonresident big game and deer combination licenses. (345 x 30% = 104).
5. Using the following ratios based on 2012 Nonresident Native Montana sales, the loss of revenue would be \$86,074.
 - a. 59% Big Game Combination: ((104 x 59% = 61) x \$954 = \$58,194)
 - b. 14% Elk Combination: ((104 x 14% = 15) x \$804 = \$12,060)
 - c. 27% Deer Combination: ((104 x 27% = 28) x \$565 = \$15,820)
 - d. Total loss of revenue is \$86,074.
6. The net change in revenue is \$41,876 + \$52,340 - \$86,074 = \$8,142.

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<u>Fiscal Impact:</u>				
<u>Expenditures:</u>				
TOTAL Expenditures	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Funding of Expenditures:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
TOTAL Funding of Exp.	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Revenues:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	<u>\$8,142</u>	<u>\$8,142</u>	<u>\$8,142</u>	<u>\$8,142</u>
TOTAL Revenues	<u>\$8,142</u>	<u>\$8,142</u>	<u>\$8,142</u>	<u>\$8,142</u>
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$8,142	\$8,142	\$8,142	\$8,142

Sponsor's Initials

Date

Budget Director's Initials

Date